



Uva Wellassa University
Faculty of Management



Degree of Bachelor of Business Management in Entrepreneurship and Management
THIRD YEAR SECOND SEMESTER EXAMINATION – SEPTEMBER/OCTOBER 2013

EMG 306 - 2/EMG 312 - 2/EMG 333 - 2 Auditing

Part C – Essay Questions

Answer **only three (03) questions including question No. 01.**

Marks allocation: 50 Marks

01.

- a) Elaborate how the auditor enhances the confidence of the shareholders as intended user of subject matter such as financial statements.

(08 marks)

- b) A forensic audit is an examination of an organisation's or individuals' economic affairs resulting in a report designed especially to use in a court of law.

You are required to:

Explain five (05) objectives of a forensic audit.

(05 marks)

- c) Describe why audit planning is important.

(09 marks)

- d) Discuss the key audit planning activities.

(Hint: You should discuss activities that the auditor may normally perform at the planning stage)

(08 marks)

(Total – 30 Marks)

02. Explain the basic elements of Auditor's Report.

(10 Marks)

03. A conceptual framework that requires a professional accountant to identify, evaluate and address threats to compliance with the fundamental ethical principles.

You are required to:

Describe each of these fundamental ethical principles.

(10 Marks)

04. Among the methods of obtaining audit evidence available to an auditor, there are analytical review procedures.

You are required to:

Discuss the purposes of using analytical procedures.

(10 Marks)